Form MR-SMO (Revised October 2 2003)

1.

| This Section for DOGM Use. | |
|----------------------------|---------------|
| Assigned DOGM File No .: | S 18551022 |
| DOGM Lead: | |
| Permit Fee \$ 15000 | CK #PA 8/2/04 |

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple Suite 1210 Box 145801

Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291 Fax: (801) 359-3940

NOTICE OF INTENTION TO COMMENCE SMALL MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1987, and the General Rules as promulgated under the Utah Minerals Regulatory Program.

"Small Mining Operations" means mining operations which disturb five or less surface acres at any given time.

| 9 | ENERAL INFORMATION (Rule R647-3-104) | |
|----|--|----------------------|
| 1. | Name of Mine: "Torrey Buff" | |
| 2. | Name of Person or Entity Applying for Permit: Quality Build Address: 993W. 147305. City, State, Zip: Bluffclate, Utah 84065 Phone: (801) 255-294 Fax: (801) 562-9597 E-mail Address: Q Stone D aros, net | ding Stone, Inc |
| | Company () Corporation () Partnership () Individual () Other () – specify type) A corporation must be registered with the State of Utah, Division of Cocurrently registered to do business in the State of Utah? Yes | irporations. Are you |
| | Business License # 1208478 - 0142 | |
| | Registered Agent (as identified on business license): Valina Mi | iller |
| | Address: 993W. 147305. City, State, Zip: Bluffdale, Utah 84665 Phone: (801) 255-2911 Fax: (801) 562-959 E-mail Address: Q Stone @ gros. net | 7 |
| 3. | Name of Operator (if different from #2)Address: | |
| | City, State, Zip: | |
| | Phone: Fax: | RECEIVED |
| | E-mail Address: | |
| | | MAY 2 8 2004 |

| | Fax: |
|--|-------------------------------|
| Phone: E-mail Address: Name of 2 nd owner / Partner: Address: City, State, Zip: Phone: E-mail Address: If Corporation or Limited Liability Entity Name of Officers: Verical Miller Trisk Tenson | Fax: |
| Name of 2 nd owner / Partner: | ity: Title: |
| Name of 2 nd owner / Partner: | ity: Title: |
| Name of 2 nd owner / Partner: | ity: Title: |
| Address: City, State, Zip: Phone: E-mail Address: If Corporation or Limited Liability Entity Name of Officers: Veliug Miller Trisk Jensen | ity: Title: Title: |
| Address: City, State, Zip: Phone: E-mail Address: If Corporation or Limited Liability Entity Name of Officers: Veliug Miller Trisk Jensen | ity: Title: Title: |
| Phone: Fermail Address: | ity: Title: Title: |
| If Corporation or Limited Liability Enti- Name of Officers: Veliug Miller Trisk Tenson | ity: Title: Title: |
| If Corporation or Limited Liability Enti- Name of Officers: Veliug Miller Trisk Tenson | ity: Title: Title: |
| Name of Officers: Veliua Miller Trish Jenson | Title: President |
| Vellug Miller Trish Jenson | Title Bresiglant |
| Trish Jenson | Title: Secretary |
| | Title: |
| | |
| Phone: | l) ☑ National Forest (USFS) □ |
| other (prease describe). | |
| | |
| NameAddress_ | |
| | |

| Form MK- | SIVIO | |
|----------------------------|-------------------------------|---|
| | | BLM Lease or Project File Number(s) and/or USFS assigned Project Number(s): |
| | | Utah State Lease Number(s): |
| | | Name of Lessee(s) Wilford H. Hansen Stave Guerries |
| | 7. | Have the above surface and mineral owners been notified in writing? No |
| | | If no, why not? |
| Mining Explora Lands | alone o ation oi Admini | vised that if State Trust Lands are involved, notification to the Division of Oil, Gas and does not satisfy the notification requirements of Mineral Leases upon State Trust Lands. It mining activity on State Trust Lands requires a minimum of 60 days notice to the Trust stration prior to commencing any activities. Please contact the School Institutional Trust stration (SITLA) at (801) 538-5508 for notification requirements. |
| | 8. | Does the Permittee / Operator have legal right to enter and conduct mining operations on the land covered by this notice? Yes No |
| 11. | PRO | ECT LOCATION & MAP (Rule R647-3-105) |
| | 1. | |
| | Coun | ty(ies): Wayne |
| | | ty(ies): Wayne 1/4, of |
| | | East (if known) UTM North (If known |
| | | e of Quad Map for Location: Torrey Quad |
| | 2. | A topographic base map showing the location of the proposed small mining operation must be submitted with this notice. A USGS 7.5 minute series map is preferred. The areas to be disturbed should be plotted in sufficient detail so that they can be located or the ground. It is recommended that the Permittee / Operator also photo document, plot and label any pre-existing disturbances in the immediate vicinity that he is not responsible for. |
| | 3. | The proposed (5 acre or less) disturbed area boundary (including access/haul roads) |

must be marked in the field ON THE GROUND with metal T-Posts (or with some other marker of equal effectiveness). Markers must be appropriately spaced so that the next

marker in either direction is clearly visible with the naked eye.

| 1. | Type of mining: Surface ☑ Underground □ |
|------------------------|--|
| 2. | Mineral(s) to be mined: Sandstone Building Stone |
| 3. | Amount of material to be extracted, moved or proposed to be moved: |
| 4. | Will any water, liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes No figure liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes No figure liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes No figure liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? Yes No figure liquid chemicals, reagents, or other solutions be used, produced or discharged as part of the mining or milling process? |
| 5. | Provide a brief description of the proposed mining operation and onsite |
| | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation |
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| | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation and transported approx. 1/2 mile south to Loadout area until such time as they |
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| 6. | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation and transported approx. 1/2 mile south to Loadout area until such time as they |
| 7. | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation and transported approx. 1/2 mile south to Loadout area until such time as they are transported to a processing facility. |
| | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation and transported approx. 1/2 mile south to Loadout area until such time as they are transported to a processing facility. New Road(s): Length (ft) Width (ft) |
| 7. | processing facilities (add extra pages if necessary). Sand stone blocks will be cut in place from rock formation and transported approx. /2 mile south to Loadout area until such time as they are transported to a processing facility. New Road(s): Length |

IV. OPERATION AND RECLAMATION PRACTICES (Rule R647-3-107, 108 & 109)

The reclamation and operation obligation is to keep the area clean and safe, minimize hazards to public safety, return the land to a useful condition, and reestablish at least 70 percent of the premining vegetative ground cover. To accomplish this, the Permittee / Operator will need to perform reclamation concurrently, or at the completion (within one (1) year) of mining:

- 1. Keep the mining operation in a safe, clean, and environmentally stable condition.
- 2. Permanently seal all shafts and tunnels to prevent unauthorized or accidental entry.
- 3. Plug drill holes with a five foot cement surface plug. Holes that encounter fluids are to be plugged in the subsurface to prevent aquifer contamination.
- 4. Construct berms, fences, or barriers, when needed, above highwalls and excavations.

- 5. Remove, isolate, or neutralize all toxic materials in a manner compatible with federal and state regulations.
- 6. Remove all waste or debris from stream channels.
- 7. Dispose of any trash, scrap metal, wood, machinery, and buildings.
- 8. Conduct mining activities so as to minimize erosion and control sediment.
- Reclaim all roads that are not part of a permanent transportation system.
- 10. Stockpile topsoil and suitable overburden prior to mining.
- 11. Stabilize highwalls by backfilling or rounding to 45 degrees or less, where feasible, reshape the land to near its original contour, and redistribute the topsoil and suitable overburden.
- 12. Properly prepare seedbed to a depth of six inches by pocking, ripping, discing, or harrowing. Leave the surface rough.
- Reseed disturbed areas with adaptable species. (The Division recommends a mixture of species of grass, forb, and browse seed, and will provide a specific species list if requested.)
- 14 Plant the seed with a rangeland or farm drill, or broadcast the seed. Fall is the preferred time to seed.

V. VARIANCE REQUEST (Rule R647-3-110)

Yes No 🗆

Any planned deviations from Rules R647-3-107, Operation Practices, R647-3-108, Hole Plugging Requirements, or R647-3-109, Reclamation Practices, as summarized above, should be identified below and justification given for the variance request(s).

| Item Number | Variance Request Justification | |
|-------------|--------------------------------|--|
| 10 | Lacks Topsoil | |
| 12 | Surface Meterial is Rock. | |

VI. SURETY (Act 40-8-7 [c])

The Utah Mined Land Reclamation Act (40-8-7 [c]) provides the authority that all mining operations furnish and maintain reasonable surety to guarantee that the land affected is reclaimed according to approved *notices* consistent with on-site conditions. The surety amount is based on the following average calculations. These amounts are used as a general guide and may take individual discretionary judgment into consideration. \$5,000 for the 1st acre; and

\$3,000 for each additional acre.

Note: Partial acreages are rounded up to the next highest #.

The surety must be provided to the Division prior to commencement of operations.

VII. PERMIT FEE [Mined Land Reclamation Act 40-8-7(i)]

The Utah Mined Land Reclamation Act of 1975 [40-8-7 (I)] provides the authority for the assessment of permitting fees. Commencing with the 1998 fiscal year (July 1 - June 30),

and revised July 1, 2002, permit fees are assessed to <u>new</u> and <u>existing</u> notices of intention, and annually thereafter, until the project disturbances are successfully reclaimed by the Permittee / Operator and released by the Division.

Exploration Notices require a \$150.00 fee which must accompany this application or it cannot be processed by the Division.

<u>NOTICE:</u> The following person(s) are authorized and designated to receive Notices of Violations, Cessation Orders and all other Notices required by the Division to be given to the permittee or operator:

| Name: Wes Hansen Address: 993 W. 147305 | |
|--|-----------|
| Address: 993 W. 147305 | 5. |
| City, State, Zip: <u>Bluff dafe</u> 11 Phone: (801) 255-2911 E-mail Address: | 1. 84.065 |
| Phone: (801) 255-2911 | Fax: |
| E-mail Address: | |
| | |
| Name: | |
| Address: | |
| City, State, Zip: | |
| Phone: | _ Fax: |
| E-mail Address: | |
| | |
| | |

VIII. SIGNATURE REQUIREMENT

I hereby verify that the foregoing information is true and accurate and commit to the reclamation of the aforementioned small mining project as required by the Utah Mined Land Reclamation Act (40-8) and the rules as specified by the Board of Oil, Gas and Mining.

I have enclosed the required permit fee. I have also enclosed the appropriate reclamation surety amount or have made arrangements as to when the surety will be furnished. I further understand that I am not authorized to create any surface disturbance until the surety amount is posted and I have received written approval from the Division of Oil, Gas and Mining and any other authorized regulatory agency.

(Note: If a company or corporation, this form <u>must</u> be signed by the owner or officer who is authorized to bind the company/corporation to this Notice.)

| $\mathcal{A}(\mathcal{A})$ |
|--|
| Signature of Permittee/ Operator/ Applicant: |
| Name (typed or printed): Wes Hansen |
| Title/Position (if applicable): Operations Manager |
| Date: May 28, 2004 |

